### **MEMORANDUM**

TO: Commissioners McCarty, Hadley, Landis, Ripley and Ziegner

FROM: Jerry L. Webb, Director of Gas/Water/Sewer Division

DATE: April 28, 2004

RE: Utility Articles for Next Conference

The following Final Articles A, C and Preliminary Articles A are submitted to each of you to acquaint you with the tariffs eligible for action or acceptance on or after May 5, 2004.

## "A" Final

The following miscellaneous item will be eligible for final consideration at the next Commission Conference and based on a review of it by staff members of the Commission, I recommend approval.

#### 1. Frontier Communications of Thorntown, Inc.

The utility proposes to introduce two additional bundled services packages to FrontierWorks<sup>sm</sup> Small Business Solutions for business customers. The bundles contain combinations of regulated and non-regulated services. Regulated services include two business access lines with the Call Forwarding – Busy/No Answer feature. Non-regulated services include voice mail, Digital Subscriber Line (DSL) Internet access services; and 100 minutes of long-distance usage per month, per bundle.

#### The proposed bundles

<u>Bundle 5</u> includes two business one-party local exchange access lines, including Call Forwarding – Busy/No Answer, voice mail, asymmetrical digital subscriber line service (ADSL) with download speed of 512 kilobits per second (Kbps) and upload speed of 256 Kbps, Frontier® 512 Kbps business DSL Internet service, and one hundred minutes of domestic long distance service provided by Frontier Communications of America, Inc. usage per month.

<u>Bundle 6</u> includes two business one-party local exchange access lines, including Call Forwarding and Busy/No Answer, voice mail, ADSL with download speed of 1 Megabit per second (Mbps) and upload speed of 512 Kbps, Frontier® 1 Mbps business DSL Internet service, and one hundred minutes of domestic long distance service provided by Frontier Communications of America, Inc. usage per month.

# Rate Group 1 – Thorntown Exchange: Monthly Rates:

	<u>Term</u> 1 Year 2 Years		3 Years	
Bundle 5	\$114.00	\$104.00	\$96.00	
Bundle 6	\$186.00	\$168.00	\$150.00	

Rate Group 2 – Clarks Hill Exchange: Monthly Rates:

	1 Year	<u>Term</u> 2 Years	3 Years
Bundle 5	\$116.00	\$106.00	\$98.00
Bundle 6	\$188.00	\$170.00	\$152.00

The utility estimates gross revenue of \$14,400 in the first year based on the assumption that .05% of existing customers will contract for Bundles 5 and 6.

The tariff sheets affected are:

IURC No 1-A, Section 8, Sheets 4, 5, 9 & 10.

# "C" Finals

In order to maintain parity and be in compliance with the Commission's Final Order in Cause No. 39369 issued June 2, 1993, the following local exchange carrier has filed an intrastate access parity tariff mirroring its respective interstate equivalent. The requirements prescribed for this filing in Commission Order No. 39369 have been carried out and I recommend approval.

# Federal Communications Commission

<u>Item</u>	Local Exchange Carrier	Transmittal <u>Number</u>	File <u>Date</u>	Effective <u>Date</u>
1.	IBT d/b/a SBC Indiana	1390	04-21-04	04-22-04

Please indicate your consideration and ac provided below.	tion of all the preceding items on the appropriate lines	
	Jerry L. Webb	
	Director of Gas/Water/Sewer Division	
I approve of all items as presented above	•	
Tupping of all license do processing discrete		
I approve of all items as presented above	except:	
Not participating in the following items:		
l,	, Disapprove Items	
No.		
l,	, Wish to Defer Items	
No.	,	
INO.		
I hereby certify that the above is a true and correct copy of the action on the articles.		
Nancy E. Manley, Executive Secretary		

## "A" Preliminary

The following new miscellaneous items have been reviewed by staff members of the Commission and we recommend accepting them for filing.

## 1. Cogeneration and Alternate Energy Production Facilities

The following utilities have submitted proposed tariffs for the purchase of power and energy from a qualifying facility as required in Appendix A, Rules and Regulations with Respect to Cogeneration and Alternate Energy Production Facilities, (170 I.A.C. 4-4.1), Cause No. 37494. Review of the rates and the support data reveals that these utilities have complied with the requirements of these Rules.

<u>Utility</u>	Rate Schedule	Energy (\$/kWh)	Demand (\$/kW/month)
AEP (I&M)	COGEN/SPP		
	Standard Metering Charge (\$/mo) Single Phase Polyphase	0.0173 0.70 0.90	3.89
	TOD – On Peak TOD – Off Peak Metering Charge (\$/mo)	0.0190 0.0161	3.89 3.89
	Single Phase Polyphase	0.80 0.95	
IP&L	CGS Peak Period CGS Off Peak Period	0.0180 0.0104	2.85 2.85
NIPSCO	CG Time of Use Meter Summer - On - Off Winter - On - Off Standard Meter Summer Winter	0.02869 0.01549 0.03784 0.02278 0.02256 0.02950	4.90
PSI Energy, Inc.	Rider No. 50	0.01888	3.32

SIGECO	CSP	3.35	
	Annual On-Peak	0.03439	
	Annual Off-Peak	0.01836	
Wabash Valley Power Association	CG	0.028500	2.391 (on-peak)

## 2. PSI ENERGY

The Utility is filing for approval of revised factors in accordance with its Standard Contract Rider No. 66 - Demand Side Management (DSM) Revenue Adjustment Recovery Of On-Going Expenses.

The provisions of the various Settlement Agreements in Cause Nos. 40229, 41552, 41875 and 42325 govern this filing. This filing includes the reconciliation for 2003, which decreases the amount to be collected under Standard Contract Rider No. 66 by \$5,386,576. An additional \$5,950,000 is included to cover approved DSM program expenses for the calendar year 2004. The net amount to be collected under Standard Contract Rider No. 66 is \$563,424, excluding the Indiana Utility Receipts Tax.

The proposed factors for Standard Contract Rider No. 66 to be effective upon approval are shown below.

Rate	(\$/kwh)
<u>Schedule</u>	<u>Rider No. 66</u>
Rate RS	.000261
Rates CS and FOC	.000021
Rate LLF	(.000370)
Rate HLF	(.000393)

Factors for all other rate schedules are zero.

The tariff sheets affected by this filing are:

Ninth Revised Sheet No. 66-A Ninth Revised Sheet No. 66-C Ninth Revised Sheet No. 66-D

## 3. Waldron Conservancy District (Waldron)

The Utility is requesting to increase its connection fee from \$250.00 to \$500.00 for the 5/8" meter. For larger meters, the fee shall be the actual cost of connection but not less than \$500.00. The Utility cites increase to the cost of labor, material and equipment to cause this request. Cost support has been provided.

Director of Gas/Water/Sewer Division